

# Strategic Petroleum Reserve

---

## GOALS



- **Maintain maximum readiness to protect the U.S. from economic, national security, and foreign policy consequences of petroleum supply interruptions.**
- **By 1997, complete the transfer of crude oil from the geologically-unstable Weeks Island storage site.**
- **By 1998, complete the degassing of affected crude oil and return the SPR to its maximum drawdown capability.**
- **By 2000, complete the life extension program intended to ensure the continued readiness of the SPR through at least 2025.**

**SPR SUCCESS INDICATORS:** (a) Politically motivated disruptions do not occur; (b) In the event of disruptions, markets are calmed by coordinated IEA responses and an SPR drawdown.

**MEASURES:** (a) The SPR size, capability, and use policy appears daunting to a hostile country or group of countries; (b) The ability to deliver oil into the markets is commensurate with inventory level and drawdown capability of the Reserve's facilities.

# Strategic Petroleum Reserve

## Budget



Program Components	FY95	FY96 Conf.	FY97 Request
SPR Facilities Development	\$226.9	\$270.2	\$204.7
Management	16.8	16.8	16.6
SPR Petroleum Account			
-Transfer to Facilities Account	-90.8	-187.0	0
-Transfer to R&D Account	-17.0		0
-Weeks Island Sale Proceeds		-100.0	0
Total - New BA	\$135.9	\$0	\$221.3

- In recent fiscal years, the SPR has offset much of its operating expenses with funds originally set aside for oil purchases. However, except for a small portion allocated for terminalling fees, the SPR Petroleum Account will be exhausted in FY 1996, requiring future operations and management to be funded by new appropriations.